#### § 2505.50

criteria specified below. The Commission shall consider the following in evaluating applications:

- (a) The effectiveness of the project in addressing the needs of children enrolled in Head Start programs;
- (b) The quality of the plan of operation and staffing, including the quality of the management plan, adequacy of the proposed budget in relation to objectives, and qualifications and capability of any staff assigned to the program;
- (c) The demonstrated innovation of the program;
- (d) The percentage of children in need not currently served by the program in the community;
- (e) The unavailability of alternate funding sources to applicants; and
- (f) The demonstrated ability to achieve the goals of this.

## Subpart F—Employer-Based Retiree Volunteer Programs

### §2505.50 Purpose.

The purpose of the program is to provide support to bring together retirees, their former employers, and community agencies to develop employer-based retiree volunteer programs.

### §2505.51 Eligibility.

Public and private nonprofit organizations are eligible to receive awards.

#### §2505.52 Projects to be funded.

The Commission will support projects involving retirees, their former employers, and community agencies engaged in volunteer activities.

### §2505.53 Selection criteria.

The Commission makes awards under this program on the basis of the criteria specified below. The Commission shall consider the following in evaluating applications:

- (a) The effectiveness of the program in addressing the needs of the community;
- (b) The quality of the plan of operation and staffing, including the quality of the management plan, adequacy of the proposed budget in relation to objectives, and qualifications and capa-

bility of any staff assigned to the project;

- (c) The demonstrated innovation of the program;
- (d) The effectiveness of the program in involving retirees, their former employers, and community organizations in working together to address the needs of the local community; and
- (e) The demonstrated ability to achieve the goals of this.

### PART 2506—ADMINISTRATIVE REQUIREMENTS

### Subpart A—Program Specific Requirements

Sec.

2506.1 Reporting specific requirements.

2506.2 Supplementation, nonduplication, and nondisplacement.

2506.3 Suspension or termination of payments.

 $2506.4\quad Grievance\ procedure.$ 

 $2506.5\,$  Prohibition on use of funds for certain purposes.

2506.6 Standards of conduct.

2506.7 Treatment of benefits.

2506.8 Program evaluation.

2506.9 Treatment of living allowances.

AUTHORITY: 42 U.S.C. 12501 et. seq.

SOURCE: 57 FR 5316, Feb. 13, 1992, unless otherwise noted.

# Subpart A—Program Specific Requirements

### § 2506.1 Reporting specific requirements.

- (a) Requirement for State reports. (1) Each State receiving assistance under this Chapter shall prepare and submit to the Commission an annual report concerning the use of Federal funds under this Chapter and the status of national and community service programs in the State; and
- (2) The report shall include information demonstrating compliance with the provisions of this chapter, including §§ 2501.5(a)(9) and 2506.2, and any additional information requested by the Commission.
- (b) Requirement for Reports from Local Grantees to the State. In order to meet the requirement in §2506.1(a), each State may require local grantees

to supply such information as is necessary, including a comparison of actual accomplishments with the goals established for the program, the number of participants, the number of service hours generated, and the existence of any problems, delays, or adverse conditions that have affected or will affect the attainment of program goals. In addition, local grantees may be asked to provide information to the State demonstrating compliance with

the provisions of the chapter.

- (c) Requirement for Reports from Local Grantees Receiving Grants Directly From the Commission. If a local grantee, including an institution of higher education, has received a grant directly from the Commission, the local grantee will be required to provide directly to the Commission a report concerning the use of Federal funds under this chapter, and such other information as is necessary, including a comparison of actual accomplishments with the goals established for the program, the number of participants, the number of service hours generated, and the existence of any problems, delays, or adverse conditions that have affected or will affect the attainment of program goals. In addition, local grantees may be asked to provide information to the Commission demonstrating compliance with the provisions of the chapter.
- (d) Availability of report. Reports submitted to the Commission by the States and local grantees shall be made available to the public upon request.

### § 2506.2 Supplementation, nonduplication, and nondisplacement.

(a) Supplementation. (1) Recipients of funds under this Chapter are advised that such funds are to be used only to supplement, not supplant, State and local public funds expended for services of the type assisted under this Chapter in the previous fiscal year.

(2) Paragraph (a) of this section shall be satisfied, with respect to a particular program, if the aggregate expenditure for such program for the fiscal year in which services are to be provided will not be less than the aggregate expenditure for such program in the previous fiscal year, excluding the amount of Federal assistance provided

and any other amounts used to pay the remainder of the costs of programs assisted under this chapter.

- (b) Nonduplication. (1) In general, funds may be used only for a program that does not duplicate, and is in addition to, an activity performed by paid employees in the locality being served by the program; this requirement shall not be construed to bar the replication of an exemplary volunteer or community service program; and
- (2) Assistance made available under this chapter shall not be provided to a private nonprofit entity to conduct activities that are the same or substantially equivalent to activities provided by a State or local government agency that such entity resides in, unless the requirements of paragraph (c) of this section are met.
- (c) Nondisplacement. Further, an employer shall not displace an employee or position, including partial displacement such as reduction in hours, wages, or employment benefits, as a result of the assistance used by the employer of a participant in a program funded under this chapter. A service opportunity may not infringe in any manner on the promotional opportunity of an employed individual. Services may not be performed that would supplant the hiring of employed workers or would otherwise be performed by an employee, including an employed worker who recently resigned or was discharged; an employee who is subject to a reduction in force; an employee who is on leave (terminal, temporary, vacation, emergency, or sick); or an employee who is on strike or who is being locked out.

#### §2506.3 Suspension or termination of payments.

(a) General. The Commission may, in accordance with the provisions of this chapter, suspend or terminate payments under a grant or contract awarded under this chapter whenever the Commission determines there is a material failure, or threat of failure, to comply with the applicable terms and conditions of the grant or contract or to protect the fiduciary interests of the government.